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**BRIEF STATEMENT OF ACCOUNTS FOR
THE INTERIM PERIOD OF
THE YEAR ENDING MARCH 31, 2008**

SUPL

November 5, 2007

Name of the Company:	MegaChips Corporation
Listing:	1st Section, Tokyo Stock Exchange
Code number:	6875
URL:	http://www.megachips.co.jp/
Representative:	Shigeki Matsuoka President and Representative Director
Person to contact:	Masayuki Fujii Director and Department Manager, Corporate Planning Department
Scheduled date of filing of semiannual securities report:	December 14, 2007
Scheduled date of payment of dividends:	-

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1. Consolidated operating results for the interim period ended September 30, 2007
(April 1, 2007 through September 30, 2007):

(Figures are indicated by discarding fractions of one million yen)

(1) Consolidated operating results

(The percentages indicate the rates of increase or decrease from the interim period of the previous fiscal year.)

	Interim period ended September 30		Year ended March 31
	2007	2006	2007
Net sales	¥25,456 million 38.3%	¥18,405 million 51.8%	¥44,696 million
Operating income	¥1,600 million 48.2%	¥1,079 million 52.2%	¥2,920 million
Ordinary income	¥1,534 million 43.8%	¥1,067 million 50.9%	¥2,869 million
Net income	¥1,627 million 205.9%	¥531 million 42.2%	¥1,519 million
Net income per share	¥65.67	¥21.49	¥61.34
Fully diluted earnings per share	¥65.39	¥21.40	¥61.07

(For reference) Investment gain (loss) on equity method:

Interim period ended September 30, 2007:	¥-
Interim period ended September 30, 2006:	¥-
Year ended March 31, 2007:	¥-

(2) Consolidated financial condition

	Interim period ended September 30		Year ended March 31
	2007	2006	2007
Total assets	¥37,666 million	¥27,236 million	¥32,342 million
Net assets	¥21,156 million	¥16,827 million	¥19,693 million
Net worth ratio	56.2%	61.8%	60.9%
Net assets per share	¥853.56	¥679.54	¥794.84

(For reference) Net worth:

Interim period ended September 30, 2007:	¥21,156 million
Interim period ended September 30, 2006:	¥16,827 million
Year ended March 31, 2007:	¥19,693 million

(3) Consolidated cash flow condition

	Interim period ended September 30		Year ended March 31
	2007	2006	2007
Cash flows from operating activities	(¥1,445 million)	¥1,134 million	(¥1,919 million)
Cash flows from investing activities	(¥555 million)	(¥302 million)	(¥660 million)
Cash flows from financing activities	¥1,570 million	(¥361 million)	¥2,633 million
Cash and cash equivalents at the end of the period	¥4,309 million	¥5,135 million	¥4,737 million

2. Dividends:

		Year ended March 31, 2007	Year ending March 31, 2008	Year ending March 31, 2008 (forecast)
	(Record date)			
Dividend per share:	First quarter-end	-	-	
	Interim period-end	-	-	
	Third quarter-end	-		Undecided
	Year-end	¥18.00		Undecided
	Annual	¥18.00	Undecided	Undecided

3. Forecast of consolidated operating results for the year ending March 31, 2008
(April 1, 2007 through March 31, 2008):

(The percentages indicate the rates of increase
or decrease from the previous fiscal year.)

	Whole-year period	
Net sales	¥55,800 million	24.8%
Operating income	¥3,600 million	23.3%
Ordinary income	¥3,600 million	25.5%
Net income	¥2,650 million	74.4%
Net income per share	¥106.92	

(For reference) Summary of the non-consolidated operating results

1. Non-consolidated operating results for the interim period ended September 30, 2007 (April 1, 2007 through September 30, 2007):

(1) Non-consolidated operating results

(The percentages indicate the rates of increase or decrease from the interim period of the previous fiscal year.)

	Interim period ended September 30		Year ended
	2007	2006	March 31 2007
Net sales	¥25,502 million	¥454 million	¥911 million
	-	7.6%	
Operating income	¥1,651 million	(¥20 million)	¥22 million
	-	-	
Ordinary income	¥1,582 million	¥1,206 million	¥1,323 million
	31.1%	- 0.4%	
Net income	¥2,804 million	¥1,189 million	¥1,248 million
	135.7%	2.0%	
	¥113.18	¥48.06	¥50.42

(2) Non-consolidated financial condition

	Interim period ended September 30		Year ended
	2007	2006	March 31 2007
Total assets	¥35,471 million	¥19,468 million	¥22,584 million
Net assets	¥18,957 million	¥16,296 million	¥16,371 million
Net worth ratio	53.4%	83.7%	72.5%
Net assets per share	¥764.84	¥658.06	¥660.75

(For reference) Net worth:

Interim period ended September 30, 2007:	¥18,957 million
Interim period ended September 30, 2006:	¥16,296 million
Year ended March 31, 2007:	¥16,371 million

2. Forecast of non-consolidated operating results for the year ending March 31, 2008 (April 1, 2007 through March 31, 2008):

(The percentages indicate the rates of increase or decrease from the previous fiscal year.)

	Whole-year period	
Net sales	¥54,800 million	- %
Operating income	¥3,600 million	- %
Ordinary income	¥3,600 million	172.1%
Net income	¥3,950 million	216.3%
Net income per share	¥159.36	

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(1) Consolidated Interim Balance Sheet

	Interim period ended September 30, 2006 (as at September 30, 2006)		Interim period ended September 30, 2007 (as at September 30, 2007)		Year ended March 31, 2007 (as at March 31, 2007)	
	Amount	Component ratio	Amount	Component ratio	Amount	Component ratio
	(thousands of yen)	(%)	(thousands of yen)	(%)	(thousands of yen)	(%)
ASSETS						
I. Current assets						
1. Cash and deposits	5,135,105		4,309,464		4,737,569	
2. Trade notes and trade accounts receivable	14,529,812		21,718,124		18,316,089	
3. Inventories	2,889,979		4,256,528		2,357,514	
4. Deferred tax assets	198,965		383,320		218,698	
5. Others	386,850		239,283		411,803	
Allowance for doubtful receivables ..	(1,222)		(1,697)		(1,448)	
Total current assets	23,139,491	85.0	30,905,023	82.1	26,040,227	80.5
II. Fixed assets						
1. Tangible fixed assets						
(1) Buildings	86,078		79,697		87,652	
(2) Others	68,560		84,402		73,056	
Total tangible fixed assets	154,639	0.6	164,099	0.4	160,709	0.5
2. Intangible fixed assets						
(1) Others	199,487		194,447		154,356	
Total intangible fixed assets	199,487	0.7	194,447	0.5	154,356	0.5
3. Investments and other assets						
(1) Investment securities	2,512,309		4,835,234		4,643,485	
(2) Long-term deposits	400,000		400,000		400,000	
(3) Deferred tax assets	191,081		76,420		33,383	
(4) Others	641,955		1,092,960		911,793	
Allowance for doubtful receivables	(2,317)		(1,446)		(1,738)	
Total investments and other assets ...	3,743,028	13.7	6,403,169	17.0	5,986,924	18.5
Total fixed assets	4,097,154	15.0	6,761,716	17.9	6,301,989	19.5
TOTAL ASSETS	27,236,646	100.0	37,666,739	100.0	32,342,216	100.0

	Interim period ended September 30, 2006 (as at September 30, 2006)		Interim period ended September 30, 2007 (as at September 30, 2007)		Year ended March 31, 2007 (as at March 31, 2007)	
	Amount	Component ratio	Amount	Component ratio	Amount	Component ratio
	(thousands of yen)	(%)	(thousands of yen)	(%)	(thousands of yen)	(%)
LIABILITIES						
I. Current liabilities						
1. Trade accounts payable	6,100,253		7,493,102		4,640,965	
2. Short-term loans payable.....	3,019,999		6,000,000		4,000,000	
3. Accrued corporate income taxes ...	518,336		28,075		968,980	
4. Allowance for bonuses	193,456		248,581		210,904	
5. Allowance for officers' bonuses	32,502		36,300		-	
6. Others	499,327		645,904		625,334	
Total current liabilities	10,363,875	38.0	14,451,962	38.4	10,446,184	32.3
II. Fixed liabilities						
1. Long-term debts	-		2,000,000		2,000,000	
2. Deferred tax liabilities.....	-		-		157,671	
3. Others	44,792		58,561		44,792	
Total fixed liabilities	44,792	0.2	2,058,561	5.4	2,202,464	6.8
TOTAL LIABILITIES	10,408,668	38.2	16,510,524	43.8	12,648,648	39.1
NET ASSETS						
I. Shareholders' equity						
1. Capital.....	4,840,313	17.8	4,840,313	12.9	4,840,313	14.9
2. Additional paid-in capital	6,181,300	22.7	6,181,300	16.4	6,181,300	19.1
3. Retained earnings.....	7,514,455	27.6	9,675,389	25.7	8,497,051	26.3
4. Treasury stock	(1,904,005)	(7.0)	(1,868,475)	(5.0)	(1,883,049)	(5.8)
Total Shareholders' equity	16,632,063	61.1	18,828,527	50.0	17,635,616	54.5
II. Revaluation and exchange differences, etc.						
1. Revaluation difference of other securities	107,052	0.4	2,085,771	5.5	1,889,059	5.9
2. Foreign exchange translation adjustment.....	88,861	0.3	241,916	0.7	168,892	0.5
Total revaluation and exchange differences, etc.	195,914	0.7	2,327,687	6.2	2,057,951	6.4
TOTAL NET ASSETS	16,827,978	61.8	21,156,214	56.2	19,693,567	60.9
TOTAL LIABILITIES AND NET ASSETS	27,236,646	100.0	37,666,739	100.0	32,342,216	100.0

(2) Consolidated Interim Statement of Income

	Interim period ended September 30, 2006 (from April 1, 2006 to September 30, 2006)		Interim period ended September 30, 2007 (from April 1, 2007 to September 30, 2007)		Year ended March 31, 2007 (from April 1, 2006 to March 31, 2007)	
	Amount (thousands of yen)	(%)	Amount (thousands of yen)	(%)	Amount (thousands of yen)	(%)
I. Sales	18,405,574	100.0	25,456,131	100.0	44,696,215	100.0
II. Cost of sales	15,381,260	83.6	21,671,810	85.1	37,867,342	84.7
Gross profit on sales	3,024,313	16.4	3,784,320	14.9	6,828,872	15.3
III. Selling, general and administrative expenses	1,944,383	10.5	2,183,333	8.6	3,908,054	8.8
Operating income	1,079,930	5.9	1,600,987	6.3	2,920,818	6.5
IV. Non-operating income	6,101	0.0	11,361	0.0	13,541	0.0
1. Interest received.....	2,477		8,472		7,814	
2. Additional refunds of corporate income taxes.....	858		1,107		858	
3. Transfer back from allowance for doubtful receivables	1,340		291		1,693	
4. Gain from release from payment of unpaid dividends.....	1,072		1,193		1,072	
5. Miscellaneous income	353		295		2,102	
V. Non-operating expenses	18,692	0.1	77,607	0.3	65,158	0.1
1. Interest paid	6,707		32,278		40,070	
2. Commitment fees.....	-		30,523		-	
3. Loss from sale of bonds.....	-		-		3,213	
4. Exchange loss	4,731		12,749		5,896	
5. Loss from investments in partnership.....	5,051		2,057		11,944	
6. Loss from advance payment for products.....	2,034		-		2,034	
7. Miscellaneous losses.....	168		-		1,998	
Ordinary income	1,067,339	5.8	1,534,741	6.0	2,869,201	6.4
VI. Special income	27,000	0.1	-	-	36,258	0.1
1. Gain on prior period adjustment....	-		-		9,258	
2. Gain from sale of investment securities.....	27,000		-		27,000	
VII. Special loss	50,000	0.2	112,210	0.4	50,000	0.1
1. Litigation settlement payment	50,000		-		50,000	
2. Loss from business restructuring...	-		96,793		-	
3. Extraordinary depreciation of fixed assets	-		15,417		-	
Income before income taxes and others	1,044,339	5.7	1,422,530	5.6	2,855,460	6.4
Corporate income taxes, inhabitant taxes and enterprise taxes.....	494,734	2.7	4,465	0.0	1,316,773	3.0
Interperiod tax allocation adjustment ..	17,637	0.1	(209,386)	(0.8)	19,514	0.0
Net income.....	531,967	2.9	1,627,451	6.4	1,519,172	3.4

(3) Consolidated Interim Statement of Changes in Shareholders' Equity, Etc.

For the interim period of the year ended March 31, 2007 (from April 1, 2006 through September 30, 2006)
(thousands of yen)

	Shareholders' equity				
	Capital	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of March 31, 2006	4,840,313	6,181,300	7,441,028	(1,917,871)	16,544,770
Changes during the period					
Distribution of surplus*			(396,083)		(396,033)
Officers' bonuses*			(59,500)		(59,500)
Net income			531,967		531,967
Acquisition of treasury stock				(64)	(64)
Disposition of treasury stock			(2,957)	13,930	10,973
Changes in items other than shareholders' equity during the period – net					
Total changes during the period	-	-	73,426	13,866	87,292
Balance as of September 30, 2006	4,840,313	6,181,300	7,514,455	(1,904,005)	16,632,063

	Revaluation and exchange differences, etc.			Total net assets
	Revaluation difference of other securities	Foreign exchange translation adjustment	Total revaluation and exchange differences, etc.	
Balance as of March 31, 2006	158,728	130,432	289,160	16,833,931
Changes during the period				
Distribution of surplus*				(396,083)
Officers' bonuses*				(59,500)
Net income				531,967
Acquisition of treasury stock				(64)
Disposition of treasury stock				10,973
Changes in items other than shareholders' equity during the period – net	(51,675)	(41,570)	(93,245)	(93,245)
Total changes during the period	(51,675)	(41,570)	(93,245)	(5,953)
Balance as of September 30, 2006	107,052	88,861	195,914	16,827,978

* Item for the appropriation of retained earnings at the Ordinary General Meeting of Shareholders of the Company held in June 2006

For the interim period of the year ending March 31, 2008 (from April 1, 2007 through September 30, 2007)
(thousands of yen)

	Shareholders' equity				
	Capital	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of March 31, 2007	4,840,313	6,181,300	8,497,051	(1,883,049)	17,635,616
Changes during the period					
Distribution of surplus			(445,983)		(445,983)
Net income			1,627,451		1,627,451
Acquisition of treasury stock				(168)	(168)
Disposition of treasury stock			(3,130)	14,742	11,611
Changes in items other than shareholders' equity during the period – net					
Total changes during the period	-	-	1,178,337	14,573	1,192,911
Balance as of September 30, 2007	4,840,313	6,181,300	9,675,389	(1,868,475)	18,828,527

	Revaluation and exchange differences, etc.			Total net assets
	Revaluation difference of other securities	Foreign exchange translation adjustment	Total revaluation and exchange differences, etc.	
Balance as of March 31, 2007	1,889,059	168,892	2,057,951	19,693,567
Changes during the period				
Distribution of surplus				(445,983)
Net income				1,627,451
Acquisition of treasury stock				(168)
Disposition of treasury stock				11,611
Changes in items other than shareholders' equity during the period – net	196,712	73,023	269,735	269,735
Total changes during the period	196,712	73,023	269,735	1,462,647
Balance as of September 30, 2007	2,085,771	241,916	2,327,687	21,156,214

For the year ended March 31, 2007 (from April 1, 2006 through March 31, 2007)

(thousands of yen)

	Shareholders' equity				
	Capital	Additional paid-in capital	Retained earnings	Treasury stock	Total shareholders' equity
Balance as of March 31, 2006	4,840,313	6,181,300	7,441,028	(1,917,871)	16,544,770
Changes during the year					
Distribution of surplus*			(396,083)		(396,083)
Officers' bonuses*			(59,500)		(59,500)
Net income			1,519,172		1,519,172
Acquisition of treasury stock				(815)	(815)
Disposition of treasury stock			(7,565)	35,637	28,072
Changes in items other than shareholders' equity during the year – net					
Total change during the year	-	-	1,056,023	34,822	1,090,845
Balance as of March 31, 2007	4,840,313	6,181,300	8,497,051	(1,883,049)	17,635,616

	Revaluation and exchange differences, etc.			Total net assets
	Revaluation difference of other securities	Foreign exchange translation adjustment	Total revaluation and exchange differences, etc.	
Balance as of March 31, 2006	158,728	130,432	289,160	16,833,931
Changes during the year				
Distribution of surplus*				(396,083)
Officers' bonuses*				(59,500)
Net income				1,519,172
Acquisition of treasury stock				(815)
Disposition of treasury stock				28,072
Changes in items other than shareholders' equity during the year – net	1,730,331	38,460	1,768,791	1,768,791
Total changes during the year	1,730,331	38,460	1,768,791	2,859,636
Balance as of March 31, 2007	1,889,059	168,892	2,057,951	19,693,567

* Item for the appropriation of retained earnings at the Ordinary General Meeting of Shareholders of the Company held in June 2006

(4) Consolidated Interim Statement of Cash Flows

(thousands of yen)

	Interim period ended September 30, 2006 (from April 1, 2006 to September 30, 2006)	Interim period ended September 30, 2007 (from April 1, 2007 to September 30, 2007)	Year ended March 31, 2007 (from April 1, 2006 to March 31, 2007)
I. Cash flows from operating activities			
Income before income taxes and others.....	1,044,339	1,422,530	2,855,460
Depreciation.....	86,450	77,964	179,841
Amortization of long-term prepaid expenses.....	31,663	58,612	69,104
Loss on disposition of fixed assets	-	-	1,779
Decrease in allowance for doubtful receivables.....	(1,340)	(42)	(1,693)
Increase in allowance for bonuses	21,862	37,676	39,310
Increase in allowance for officers' bonuses	32,502	36,300	-
Interest and dividend income.....	(2,477)	(8,472)	(8,114)
Loss from investments in partnership	5,051	2,057	11,944
Exchange (gain) loss.....	676	10,643	(1,595)
Interest expense	6,707	32,278	40,070
Income from sale of investment securities.....	(27,000)	-	(27,000)
Litigation settlement payment	50,000	-	50,000
Loss from business restructuring	-	107,851	-
Increase in trade accounts receivable.....	(747,159)	(3,391,886)	(4,527,485)
Increase in inventories	(1,919,796)	(1,898,261)	(1,387,331)
Increase in trade accounts payable.....	3,044,466	2,841,752	1,597,354
Officers' bonuses paid.....	(59,500)	-	(59,500)
Increase in other current assets	(30,373)	(50,299)	(70,730)
Increase in other current liabilities.....	103,769	10,707	207,843
Others	(1,014)	(1,128)	(941)
Subtotal	1,638,828	(711,717)	(1,031,683)
Interest and dividends received.....	2,477	8,557	7,886
Interest paid	(6,296)	(24,931)	(33,300)
Corporate income taxes paid	(749,600)	(940,973)	(1,111,455)
Corporate income taxes refunded	249,110	223,432	249,110
Net cash provided by (used in) operating activities.....	1,134,520	(1,445,631)	(1,919,442)

	Interim period ended September 30, 2006 (from April 1, 2006 to September 30, 2006)	Interim period ended September 30, 2007 (from April 1, 2007 to September 30, 2007)	Year ended March 31, 2007 (from April 1, 2006 to March 31, 2007)
II. Cash flows from investing activities			
Purchase of tangible fixed assets	(21,883)	(58,069)	(49,856)
Sale of tangible fixed assets	-	87	-
Purchase of intangible fixed assets	(105,395)	(55,881)	(114,430)
Purchase of investment securities	-	(100,000)	-
Sale of investment securities	31,656	5,800	31,968
Payment for long-term prepaid expenses	(207,960)	(308,731)	(529,699)
Payment of guarantee	(135)	(42,543)	(2,963)
Refund of guarantee	789	1,492	2,162
Refund premiums	353	1,998	2,351
Net cash used in investing activities	(302,576)	(555,847)	(660,468)
III. Cash flows from financing activities			
Net increase in short-term debt	19,999	2,000,000	1,000,000
Proceeds from long-term loans payable	-	-	2,000,000
Net decrease in treasury stock	10,909	11,443	27,256
Cash dividends paid	(392,820)	(441,158)	(393,952)
Net cash provided by (used in) financing activities	(361,911)	1,570,284	2,633,304
IV. Translation gain (loss) related to cash and cash equivalents	(12,693)	3,089	6,410
V. Net increase (decrease) in cash and cash equivalents	457,338	(428,105)	59,803
VI. Cash and cash equivalents at the beginning of the period (year)	4,677,766	4,737,569	4,677,766
VII. Cash and cash equivalents at the end of the period (year)	5,135,105	4,309,464	4,737,569

NON-CONSOLIDATED INTERIM FINANCIAL STATEMENTS

(1) Non-Consolidated Interim Balance Sheet

	Interim period ended March 31, 2006 (as at March 31, 2006)		Interim period ended March 31, 2007 (as at March 31, 2007)		Year ended March 31, 2007 (as at March 31, 2007)	
	Amount (thousands of yen)	Component ratio (%)	Amount (thousands of yen)	Component ratio (%)	Amount (thousands of yen)	Component ratio (%)
ASSETS						
I. Current assets						
1. Cash and deposits	4,472,329		4,030,514		4,286,457	
2. Trade notes receivable	-		89,433		-	
3. Trade accounts receivable	280		21,575,001		155	
4. Inventories	488		4,193,083		626	
5. Short-term loans to related companies	7,400,090		-		10,774,531	
6. Deferred tax assets	50,922		382,572		19,515	
7. Others	283,141		237,990		278,432	
Allowance for doubtful receivables	-		(1,697)		-	
Total current assets	12,207,252	62.7	30,506,900	86.0	15,359,719	68.0
II. Fixed assets						
1. Tangible fixed assets						
(1) Buildings	83,160		78,388		85,510	
(2) Tools, furniture and fixtures	15,224		80,553		14,392	
Total tangible fixed assets	98,384	0.5	158,942	0.4	99,903	0.4
2. Intangible fixed assets	132,980	0.7	194,447	0.6	101,314	0.5
3. Investments and other assets						
(1) Investment securities	6,305,501		3,048,994		6,298,425	
(2) Deferred tax assets	32,676		76,420		32,621	
(3) Others	691,938		1,486,894		692,827	
Allowance for doubtful receivables	-		(1,446)		-	
Total investments and other assets	7,030,116	36.1	4,610,862	13.0	7,023,874	31.1
Total fixed assets	7,261,481	37.3	4,964,251	14.0	7,225,092	32.0
TOTAL ASSETS	19,468,733	100.0	35,471,151	100.0	22,584,811	100.0

	Interim period ended March 31, 2006 (as at March 31, 2006)		Interim period ended March 31, 2007 (as at March 31, 2007)		Year ended March 31, 2007 (as at March 31, 2007)	
	Amount (thousands of yen)	Component ratio (%)	Amount (thousands of yen)	Component ratio (%)	Amount (thousands of yen)	Component ratio (%)
LIABILITIES						
I. Current liabilities						
1. Trade accounts payable	-		7,493,102		-	
2. Short-term loans payable	3,000,000		6,000,000		4,000,000	
3. Accrued corporate income taxes...	11,988		26,005		19,513	
4. Allowance for bonuses	26,741		248,581		27,284	
5. Allowance for officers' bonuses....	12,498		36,300		-	
6. Others	76,702		651,445		121,964	
Total current liabilities	3,127,931	16.1	14,455,434	40.8	4,168,761	18.5
II. Fixed liabilities						
1. Long-term debts	-		2,000,000		2,000,000	
2. Others	44,792		58,561		44,792	
Total fixed liabilities	44,792	0.2	2,058,561	5.8	2,044,792	9.0
TOTAL LIABILITIES	3,172,724	16.3	16,513,996	46.6	6,213,554	27.5
NET ASSETS						
I. Shareholders' equity						
1. Capital	4,840,313	24.9	4,840,313	13.7	4,840,313	21.4
2. Additional paid-in capital						
1) Capital reserve	6,181,300		6,181,300		6,181,300	
Total additional paid-in capital	6,181,300	31.7	6,181,300	17.4	6,181,300	27.4
3. Retained earnings						
1) Earned surplus reserve	97,042		97,042		97,042	
2) Others retained earnings						
General reserve	3,830,500		3,830,500		3,830,500	
Retained earnings brought forward from the previous year	3,250,692		5,660,555		3,304,904	
Total retained earnings	7,178,234	36.9	9,588,097	27.0	7,232,446	32.0
4. Treasury stock	(1,904,005)	(9.8)	(1,868,475)	(5.3)	(1,883,049)	(8.3)
Total shareholders' equity	16,295,843	83.7	18,741,235	52.8	16,371,010	72.5
II. Revaluation and exchange differences, etc.						
1. Revaluation difference of other securities	166	0.0	215,919	0.6	245	0.0
Total revaluation and exchange differences, etc.	166	0.0	215,919	0.6	245	0.0
TOTAL NET ASSETS	16,296,009	83.7	18,957,155	53.4	16,371,256	72.5
TOTAL LIABILITIES AND NET ASSETS	19,468,733	100.0	35,471,151	100.0	22,584,811	100.0

(2) Non-Consolidated Interim Statement of Income

(thousands of yen)

	Interim period ended March 31, 2006 (as at March 31, 2006)		Interim period ended March 31, 2007 (as at March 31, 2007)		Year ended March 31, 2007 (as at March 31, 2007)	
I. Operating revenue	454,822	100.0	-	-	911,424	100.0
II. Operating expenses	475,283	104.5	-	-	888,853	97.5
1. Selling, general and administrative expenses	475,283		-		888,853	
Operating income (loss)	(20,460)	(4.5)	-	-	22,571	2.5
I. Net sales	-	-	25,502,275	100.0	-	-
II. Cost of sales	-	-	21,726,135	85.2	-	-
Gross profit	-	-	3,776,140	14.8	-	-
III. Selling, general and administrative expenses	-	-	2,124,232	8.3	-	-
Operating income	-	-	1,651,907	6.5	-	-
IV. Non-operating revenue	1,238,839	272.4	8,790	0.0	1,352,438	148.4
V. Non-operating expenses	11,760	2.6	78,612	0.3	51,848	5.7
Ordinary income	1,206,618	265.3	1,582,084	6.2	1,323,161	145.2
VI. Special income	27,000	5.9	1,333,493	5.2	27,000	2.9
VI. Special loss	-	-	317,257	1.2	-	-
Income before income taxes and others	1,233,618	271.2	2,598,321	10.2	1,350,161	148.1
Corporate income taxes, inhabitant taxes and enterprise taxes	1,687	0.4	2,904	0.0	28,002	3.1
Interperiod tax allocation adjustment	42,080	9.2	(209,349)	(0.8)	73,488	8.0
Net income	1,189,850	261.6	2,804,765	11.0	1,248,670	137.0

(3) Non-Consolidated Interim Statement of Changes in Shareholders' Equity, Etc.

For the interim period of the year ended March 31, 2007 (April 1, 2006 through September 30, 2006)

(thousands of yen)

	Shareholders' equity								
	Capital	Additional paid-in capital		Retained earnings				Treasury stock	Total shareholders' equity
		Capital reserve	Total additional paid-in capital	Earned surplus reserve	Other retained earnings		Total retained earnings		
					General reserve	Retained earnings brought forward from the previous year			
Balance as of March 31, 2006	4,840,313	6,181,300	6,181,300	97,042	3,830,500	2,482,883	6,410,425	(1,917,871)	15,514,167
Changes during the period									
Distribution of surplus*						(396,083)	(396,083)		(396,083)
Officers' bonuses*						(23,000)	(23,000)		(23,000)
Net income						1,189,850	1,189,850		1,189,850
Acquisition of treasury stock								(64)	(64)
Disposition of treasury stock						(2,957)	(2,957)	13,930	10,973
Changes in items other than shareholders' equity during the period – net									
Total changes during the period	-	-	-	-	-	767,809	767,809	13,866	781,676
Balance as of September 30, 2006	4,840,313	6,181,300	6,181,300	97,042	3,830,500	3,250,692	7,178,234	(1,904,005)	16,295,843

	Revaluation and exchange differences, etc.		Total net assets
	Revaluation difference of other securities	Total revaluation and exchange differences, etc.	
Balance as of March 31, 2006	-	-	15,514,167
Changes during the period			
Distribution of surplus*			(396,083)
Officers' bonuses*			(23,000)
Net income			1,189,850
Acquisition of treasury stock			(64)
Disposition of treasury stock			10,973
Changes in items other than shareholders' equity during the period – net	166	166	166
Total changes during the period	166	166	781,842
Balance as of September 30, 2006	166	166	16,296,009

* Item for the appropriation of retained earnings at the Ordinary General Meeting of Shareholders of the Company held in June 2006.

For the interim period of the year ending March 31, 2008 (April 1, 2007 through September 30, 2007)

(thousands of yen)

	Shareholders' equity								
	Capital	Additional paid-in capital		Retained earnings				Treasury stock	Total shareholders' equity
		Capital reserve	Total additional paid-in capital	Earned surplus reserve	Other retained earnings		Total retained earnings		
					General reserve	Retained earnings brought forward from the previous year			
Balance as of March 31, 2007	4,840,313	6,181,300	6,181,300	97,042	3,830,500	3,304,904	7,232,446	(1,883,049)	16,371,010
Changes during the period									
Distribution of surplus						(445,983)	(445,983)		(445,983)
Net income						2,804,765	2,804,765		2,804,765
Acquisition of treasury stock								(168)	(168)
Disposition of treasury stock						(3,130)	(3,130)	14,742	11,611
Changes in items other than shareholders' equity during the period – net									
Total changes during the period	-	-	-	-	-	2,355,651	2,355,651	14,573	2,370,225
Balance as of September 30, 2007	4,840,313	6,181,300	6,181,300	97,042	3,830,500	5,660,555	9,588,097	(1,868,475)	18,741,235

	Revaluation and exchange differences, etc.		Total net assets
	Revaluation difference of other securities	Total revaluation and exchange differences, etc.	
Balance as of March 31, 2007	245	245	16,371,256
Changes during the period			
Distribution of surplus			(445,983)
Net income			2,804,765
Acquisition of treasury stock			(168)
Disposition of treasury stock			11,611
Changes in items other than shareholders' equity during the period – net	215,673	215,673	215,673
Total changes during the period	215,673	215,673	2,585,899
Balance as of September 30, 2007	215,919	215,919	18,957,155

	Shareholders' equity								
	Capital	Additional paid-in capital		Retained earnings			Total retained earnings	Treasury stock	Total share-holders' equity
		Capital reserve	Total additional paid-in capital	Earned surplus reserve	Other retained earnings				
					General reserve	Retained earnings brought forward from the previous year			
Balance as of March 31, 2006	4,840,313	6,181,300	6,181,300	97,042	3,830,500	2,482,883	6,410,425	(1,917,871)	15,514,167
Changes during the year									
Distribution of surplus*						(396,083)	(396,083)		(396,083)
Officers' bonuses*						(23,000)	(23,000)		(23,000)
Net income						1,248,670	1,248,670		1,248,670
Acquisition of treasury stock								(815)	(815)
Disposition of treasury stock						(7,565)	(7,565)	35,637	28,072
Changes in items other than shareholders' equity during the period – net									
Total changes during the year	-	-	-	-	-	822,021	822,021	34,822	856,843
Balance as of March 31, 2007	4,840,313	6,181,300	6,181,300	97,042	3,830,500	3,304,904	7,232,446	(1,883,049)	16,371,010

	Revaluation and exchange differences, etc.		Total net assets
	Revaluation difference of other securities	Total revaluation and exchange differences, etc.	
Balance as of March 31, 2006	-	-	15,514,167
Changes during the year			
Distribution of surplus*			(396,083)
Officers' bonuses*			(23,000)
Net income			1,248,670
Acquisition of treasury stock			(815)
Disposition of treasury stock			28,072
Changes in items other than shareholders' equity during the period - net	245	245	245
Total changes during the year	245	245	857,089
Balance as of March 31, 2007	245	245	16,371,256

* Item for the appropriation of retained earnings at the Ordinary General Meeting of Shareholders of the Company held in June 2006.